

I claim:

1. An exchangeable security that is tradable on a securities exchange, comprising:
 - an issue value of the exchangeable security that is a discounted price of an underlying security at a first time; and
 - an exchange right beginning at a second time, where under the exchange right, a holder of the exchangeable security may exchange a share of the exchangeable security for a share of the underlying security, the second time after the first time.
2. A security according to claim 1, further comprising a payment amount linked to the exchangeable security, the payment amount calculated before the second time.
3. A security according to claim 2, wherein the payment amount is equal to the amount of the discount of the underlying security.
4. A security according to claim 2, wherein the payment amount is more than or less than the amount of the discount of the underlying security.
5. A security according to claim 1, wherein the price of the underlying security is a market price of a share of the underlying security.
6. A security according to claim 1, wherein the price of the underlying security is a closing price of a share of the underlying security.

7. A security according to claim 1, wherein the underlying security is a basket of securities and the right to exchange a share of the exchangeable security for a share of the underlying security at the second time further comprises the right to exchange a share of the exchangeable security for the basket of securities.

8. A security according to claim 1, wherein the discounted price is a percentage of a share price of the underlying security.

9. A security according to claim 1, wherein the discounted price is a fixed amount less than a share price of the underlying security.

10. A security according to claim 1, wherein the second time is a defined period after the first time, the defined period selected from the group including one month, one quarter, semi-annual, single year and multiple years.

11. A security according to claim 1, wherein the second time is two years after the first time.

12. A security according to claim 1, wherein the right to exchange the exchangeable security for the underlying security further comprises the right to:

deliver a share of the exchangeable security; and
receive a share of the underlying security.

13. A security according to claim 1, wherein the right to exchange the exchangeable security for the underlying security further comprises the right to:

deliver a share of the exchangeable security; and

receive an amount representing the value of a share of the underlying security at the second time.

14. An exchangeable security that is tradable on a securities exchange, comprising:

an issue value of the exchangeable security that is a discounted price of an underlying security or basket of underlying securities at a first time; and

an exchange right beginning at a maturity date of the exchangeable security, where under the exchange right, a holder of the exchangeable security may exchange a share of the exchangeable security for a share of the underlying security, the maturity date after the first time.

15. An exchangeable security that is tradable on a securities exchange, comprising:

an issue value of the exchangeable security that is a price of an underlying security at a first time;

a payment amount linked to the exchangeable security; and

an exchange right beginning at a second time, where under the exchange right, a holder of the exchangeable security may exchange a share of the exchangeable security for a share of the underlying security and receive the linked payment amount, the second time after the first time.

16. A security according to claim 15, wherein the price of the underlying security is a market price of a share of the underlying security.

17. A security according to claim 15, wherein the price of the underlying security is a closing price of a share of the underlying security.

18. A security according to claim 15, wherein the underlying security is a basket of securities and the right to exchange a share of the exchangeable security for a share of the underlying security at the second time further comprises the right to exchange a share of the exchangeable security for the basket of securities.

19. A security according to claim 15, wherein the second time is a defined period after the first time, the defined period selected from the group including one month, one quarter, semi-annual, single year and multiple years.

20. A security according to claim 15, wherein the second time is two years after the first time.

21. A security according to claim 15, wherein the right to exchange the exchangeable security for the underlying security further comprises the right to:

deliver a share of the exchangeable security; and

receive a share of the underlying security.

22. A security according to claim 15, wherein the right to exchange the exchangeable security for the underlying security further comprises the right to:

deliver a share of the exchangeable security; and

receive an amount representing the value of a share of the underlying security at the second time.

23. An exchangeable security that is tradable on a securities exchange, comprising:
- an issue value of the exchangeable security that is a price of an underlying security or basket of underlying securities at a first time;
 - a payment amount linked to the exchangeable security; and
 - an exchange right beginning at a maturity date of the exchangeable security, where under the exchange right, a holder of the exchangeable security may exchange a share of the exchangeable security for a share of the underlying security and receive the linked payment amount, the maturity date after the first time.

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